42-261

DONALD W. RIEGLE, JR. MICHIGAN

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August 10, 1994

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309 Front Street Traverse City, MI 49685 (616) 946-1300

Ms. Linda T. Solheim Director, Office of Legislative Affairs 1919 M Street, NW Washington, D.C.

Dear Ms. Solheim:

Enclosed is a letter from Mr. Alberto Sitchon.

Would you please give this matter your consideration, and provide my regional office listed below with your findings.

Thank you for your prompt assistance.

Donald W. Riegle, Jr.

DWR/sbs

Enclosure

CENTRAL REGIONAL OFFICE 800 Washington Square Bldg. 109 West Michigan Avenue Lansing, MI 48933 (517) 377-1713

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ALBERTO L. SITCHON 2816 Homewood Drive Troy, Michigan 48098

July 14, 1994

Federal Communications Commission Cable Services Bureau Customer Protection Division 1919 M Street NW Washington DC 20554

Re: T.C.I. Cablevision of Oakland County 4500 Delemere, Royal Oak, MI 48073 (FCC CC MUNITY UNIT: MID836)

Dear Sir/Madam:

I am writing to call your attention to what I consider an unconscionable attempt by T.C.I. Cablevision of Oakland County to circumvent your rules and the will of Congress to control an industry that continues to flaunt its monopolistic grip on us hapless consumers.

I have attached a composite photocopy showing my June and July 1994 cable bills from T.C.I. and direct your attention to the charge for the converter box. The charge increased a whopping 149% from \$2.08 to \$5.18 a month!!!! On top of this, it is the same box that I have already been paying for over several years and T.C.I. had probably already recoup the cost of those boxes many times over. Now, tell me if you have succeeded in controlling these crocodiles (pardon my analogy).

Therefore I urge you to please investigate this and give us helpless citizens some real relief. Please!!

Sincerely,

hiberto L. felcher

Alberto L. Sitchor

cc: U.S. Senator Carl Levin

U.S. Senator Donald W. Riegle, Jr.

U.S. Congressman Bob Carr

U.S. Congressman Sander Levin

CONVERTER. PLEASE TUNE TO CHANNEL 80 FOR INSTRUCTIONS, OR CONTACT A CUSTOMER SERVICE REPRESENTATIVE FOR

ASSISTANCE.

Were taking teler	13 100 Into Invasorona 02544-08700	5-02-9		Voir taking televi	102544-08700	05-02-9	7/16/94 8/15/94 07/20/94 7/07/94
FOR- 2816 HOMEWOOD DR				2816 H	OMEHOOD DR	*OUR CUSTOMER SERVICE NUMBERS ARE* 549-2100 (SOUTH) 334-1144 (NORTH)	
5/15	PREVIOUS BALANCE	51.15	6/15		PREVIOUS BALANCE	51.15	T.D.D. PHONE # 549-5609 4500 DELEMERE, ROYAL OAK LOBBY HOURS
	PAYMENT RECEIVED BASIC SERVICE	51,15- 10,29			PAYMENT RECEIVED BASIC SERVICE	51.15- 9.41	M-F 9:00AM-8:00PM SAT 9:00AM-5:00PM
	5 CABLE PLUS 5 PREMIUM PACKAGE WHICH INCLUDES: HBO	13.03 23.32			CABLE PLUS PREMIUM PACKAGE WHICH INCLUDES: HBO	12.23 23.32	PLEASE SEND CORRESPONDENCE TO: T.C.I. CABLEVISION OF OAKLAND COUNTY 4500 DELEMERE, ROYAL OAK, MI 48073
	SHOWTIME AND CINEMAX	,			SHOWTIME		YOUR FRANCHISE AUTHORITY'S NAME AND
	5 CONVERTER 5 FRANCHISE FEE	2.08 1			CONVERTER FRANCHISE FEE		ADDRESS IS: CITY OF TROY 500 W. BIG BEAVER
6/15	BALANCE DUE	51.15	7/15		BALANCE DUE	52.65	TROY, MI 48084
JUN 16 THRU JUL 15, 1994 '				JUL	16 THRU AUG 15, 1994	YOUR FCC COMMUNITY UNIT IS: MI0836	
		1					FEDERAL COMMUNICATIONS COMMISSION CABLE SERVICES BUREAU CUSTOMER PROTECTION DIVISION
		. !					1919 M STREET NW WASHINGTON DC 20554
							(202) 416-0856
	Check # 5883	,			n .		WE WILL HAVE SEVERAL PREMIUM CHANNELS WITH FREE PREVIEWS. THESE PREMIUM CHANNEL PREVIEWS MAY CONTAIN MOVIES RATED (R) OR (NC-17).
	Check # 5883 6/13/94				Check # 5902 7/15/94		YOU MAY CHOOSE TO BLOCK OUT THE PREMIUM CHANNEL PREVIEW WITH THE PARENTAL CONTROL OPTION ON YOUR

WHEN CALLING FOR INFORMATION PLEASE HAV WHEN CALLING FOR INFORMATION PLEASE HAVE YOUR ACCOUNT # 08700502 READY. IF REFERRING TO YOUR STATEMENT, YOUR ACCOUNT REFERRING TO YOUR STATEMENT, YOUR ACCOUNT NUMBER WILL FOLLOW 02544.

FEDERAL COMMUNICATIONS COMMISSION WASHINGTON, D.C. 20554

OCT 24 1994

IN REPLY REFER TO: CN-9404169

The Honorable Donald Riegle Jr. Central Regional Office 800 Washington Bldg. 109 West Michigan Avenue Lansing, MI 48933

Dear Senator Riegle:

Thank you for your letter on behalf of your constituent, Mr. Alberto L. Sitchon, of Troy, Michigan. Mr. Sitchon is concerned because TCI has increased his converter box rates from \$2.08 to \$5.18 a month. I appreciate the opportunity to respond.

Under the Cable Television Consumer Protection and Competition Act of 1992, the Federal Communications Commission, along with state and local franchising authorities, enforce the cable regulations that affect the basic service tier and cable programming services tier. The local franchising authority is responsible for regulating rates for basic cable service, equipment used to receive basic cable service, and installation and service charges related to basic service. The basic service tier generally includes over-the-air television broadcast stations and public, educational and governmental access channels.

The Commission is responsible for regulating the rates charged for cable programming services. Cable programming services include all video programming provided by a cable company except: (1) programming provided on the basic service tier; and (2) programming provided on a per-channel or per-program basis. Video programming provided on a per-channel or per-program basis (for example, a premium movie channel such as HBO or a pay-per-view sports event) is not subject to rate regulation either by the Commission or a franchising authority.

Regarding the charge for the converter box, under the 1992 Cable Act the cable operator may charge a rental fee for equipment such as a converter box. The fee must be based on actual cost, which includes a reasonable profit. Since Mr. Sitchon believes that the fee charged for the converter box is not based on actual cost, he should file a formal complaint. To file a complaint regarding the price of basic cable service, equipment used to receive basic service, and installation and service charges related to basic service, Mr. Sitchon must contact his local franchising authority, which according to his cable bill, would be the City of Troy.

Mr. Sitchon should also be aware that he may file a complaint regarding charges on tiers other than basic. In order to file a complaint about the charges on tiers other than basic, Mr. Sitchon must complete FCC Form 329 and mail it to the Commission. A copy of that form is enclosed. Complaints filed with the Commission must be made within 45 days after the customer first receives a bill reflecting a change in cable programming service rates or in the number of channels offered on a tier other than the basic tier.

I trust that this response will prove both informative and helpful.

Sincerely,

Meredith J. Jones
Chief, Cable Services Bureau

Enclosure